

Message Text

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ACTION EUR-25

INFO OCT-01 EA-11 ISO-00 AID-20 CIAE-00 EB-11 FRB-02

INR-10 NSAE-00 RSC-01 TRSE-00 XMB-07 OPIC-12 SPC-03

CIEP-02 LAB-06 SIL-01 OMB-01 NSC-10 SS-20 STR-08

CEA-02 FEA-02 INT-08 PA-04 PRS-01 USIA-15 DRC-01 /184 W

----- 017062

R 181832Z JAN 74

FM AMEMBASSY LONDON

TO SECSTATE WASHDC 7210

INFO AMEMBASSY BERN

AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY COPENHAGEN

AMEMBASSY DUBLIN

AMEMBASSY LUXEMBOURG

AMEMBASSY PARIS

AMEMBASSY ROME

AMEMBASSY STOCKHOLM

AMEMBASSY THE HAGUE

AMEMBASSY TOKYO

USMISSION EC BRUSSELS

USMISSION OECD PARIS

USDOC WASHDC

ADP000

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CIEP-02 LAB-06 SIL-01 OMB-01 NSC-10 SS-20 STR-08

CEA-02 FEA-02 INT-08 PA-04 PRS-01 USIA-15 DRC-01 /184 W

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R 181832Z JAN 74

FM AMEMBASSY LONDON

TO SECSTATE WASHDC 7211

INFO AMEMBASSY BERN
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 USMISSION EC BRUSSELS
 USMISSION OECD PARIS
 USDOC WASHDC

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4. WHOLESALE PRICE INDEXES IN DECEMBER REFLECTED CONTINUED INFLATIONARY PRESSURES AND RISING FOOD AND COMMODITY PRICES. THE MATERIALS INDEX (1970100) INCREASED 4.5 PERCENT, TO 172.9, FROM 165.4 IN NOVEMBER. THE WHOLESALE (OUTPUT HOME SALES) INDEX INCREASED MORE SLOWLY, 1.2 PERCENT, TO 130.6 FROM 129.0 IN NOVEMBER. LOOKING AHEAD, FURTHER INCREASES IN BOTH INDEXES ARE EXPECTED AS THE INCREASE IN OIL PRICES WORKS ITS WAY THROUGH THE INDEX. SINCE DECEMBER 1972, INCREASE IN UNCLASSIFIED
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MATERIALS INDEX WAS 45.7 PERCENT, IN OUTPUT INDEX, INCREASE OF 10.2 PERCENT. INCREASES IN LATTER INDEX HAVE BEEN MORE RESTRAINED BECAUSE OF GOVERNMENT'S PROGRAM TO CONTROL INFLATION.

5. THE INDUSTRIAL PRODUCTION INDEX FOR ALL INDUSTRIES (SEASONALLY ADJUSTED, 1970100) FELL ABOUT 0.5 PERCENT IN NOVEMBER, TO 111.1, FROM 111.7 IN OCTOBER. THERE WAS A SLIGHT INCREASE IN MANUFACTURING INDUSTRY ALONE OF JUST UNDER 0.5 PERCENT (TO 112.4, FROM 111.9 IN OCTOBER.) THE TWELVE MONTH INCREASE FROM NOVEMBER 1972 IS 5.1 PERCENT FOR ALL INDUSTRIES AND 6.5 PERCENT FOR TOTAL MANUFACTURING. THE NOVEMBER 1973 INDICES WERE AFFECTED BY THE MINERS' OVERTIME BAN AND THE POWER ENGINEERS' DISPUTE. THERE WAS VERY LITTLE MOVEMENT IN EITHER INDEX DURING THE THREE MONTHS SEPTEMBER-NOVEMBER.

6. FORWARD DISCOUNT ON STERLING WIDENED, REFLECTING WEAKNESS IN MARKET.

	1/10	1/17	CHANGE
1 MONTH	1.40	1.77	UP 0.37

3 MONTHS 4.10 4.44 UP 0.34
 6 MONTHS 7.48 7.80 UP 0.32
 (ALL FIGURES IN CENTS)

7. LOCAL AUTHORITY DEPOSIT RATES UP SOMEWHAT.

	1/10	1/17	CHANGE
1 MONTH	14-3/8	15-1/8	UP 3/4
3 MONTHS	15-7/16	15-3/4	UP 5/16
6 MONTHS	15-7/16	15-1/2	UP 1/16

8. EURODOLLAR RATES STEADY.

	1/10	1/17	CHANGE
1 MONTH	9-1/2	9-1/4	DOWN 1/4
3 MONTHS	9-5/8	9-1/2	DOWN 1/8
6 MONTHS	9-1/2	9-1/2	NO CHANGE

9. BANK OF ENGLAND MINIMUM LENDING RATE UNCHANGED AT
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12-3/4 PERCENT.

SOHM

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
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Copy: SINGLE
Draft Date: 18 JAN 1974
Decaption Date: 01 JAN 1960
Decaption Note:
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Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Enclosure: n/a
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EO Systematic Review
30 JUN 2005

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TAGS: ECON, UK
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005